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TO: THE CITY COUNCIL

COUNCIL MEETING DATE:

FROM: THE CITY MANAGERS OFFICE

JULY 20, 1988

SUBJECT:

APPROVE RENEWAL OF AGREEMENT WITH ADJUSTCO (FORMERLY LEONARD J. RUSSO INSURANCE SERVICES, INC.) FOR LIABILITY CLAIMS ADMINISTRATION FOR 1988-89 AND AUTHORIZE THE CITY MANAGER AND CITY CLERK TO EXECUTE THE AGREEMENT ON BEHALF OF THE CITY

RECOMMENDED ACTION:

That Council approve the renewal of the Liability Claims Administration Contract with ADUSICO (formerly Leonard J. Russo Insurance Services, Inc.) covering the period of July I, 1988 through June 30, 1989 and authorize the City Manager and City Clark to execute the letter agreement on behalf of the City.

Submitted for City Council approval is the renewal of the agreement with ADUSICO (formerly Leonard J. Russo Insurance Services, Inc.) for liability claims administration for 1988-89.

ADJUSTCO is requesting an approximate 11-1/2% increase to their current fees. The proposed fees, under this contract, would be:

\$13,140.00 for the first 45 claims

\$292.00 per claim for those filed in excess of 45

From July 1, 1987 through this date, 43 liability claims have been filed against the City of Lodi.

ADJUSTCO has provided liability claims administration to the City of Lodi since October 1983. We have been most pleased with their quality of service and the effective and efficient manner in which they have administerea liability claims on behalf of the city.

Alice M. Reimche

City Clerk

AMR: jj

COUNCO10 TXTA.02D CITY COUNCIL

JAMES W. PINKERTON, Jr., Mayor JOHN R. (Randy) SNIDER Mayor Pro Tempore DAVIDM, HINCHMAN EVELYN M. OLSON FRED ML REID

CITY OF LODI

CITY HALL, 221 WEST PINE STREET CALL BOX 3006 LODI, CALIFORNIA 95241-1910 (209) 331-5634 TELECOPIER: (209) 333-6795

THOMAS A. PETERSON City Manager ALICE M REIMCHE City Clerk **BOB McNATT** City Attorney

July 25, 1988

Ms. Mara Rigel Manager Customer Service ADJ USTCO 1100 Powell Street Suite 400 Emeryville, CA 94608

Dear Mara:

Enclosed herewith please find executed copy of the Renewal Agreement for Liability Claims Administration by ADJUSTCO for 1988-89.

We look forward to working with you and your organization this coming year.

Should you have any questions regarding this matter, please do not hesitate to call this office.

Very truly yours,

City Clerk

AMR:jj

Robert Holm cc:

Finance Director



Corporate Offices
2200 Powell Street • Suite 400 • Emeryville, CA 94608
(415) 547-3110 • FAX (415) 547-6157

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ALIDE AL DESPASE CITY CLERK COMMUNICATION

June 29, 1988

Ms. Alice Reimche City Clerk The City of Lodi 221 W. Pine street Lodi, California 95430

Dear Alice:

When I called you last monday to discuss the renewal for Liability Claims Administration, i inquired if Mr. Hinkle's position had been filled. Your secretary informed me it had not, therefore, I will direct both the liability and workers' compensation renewals to your attention. I hope I have not violated protocol.

Please find enclosed the proposed contract renewal for both the workers' compensation and liability claims administrative programs.

We have thoroughly enjoyed providing both workers' compensation and liability claims administration since 1983. Your recent positive comments regarding our service reflect our commitment to provide you the best claims administration services possible.

If the city is in agreement with the proposals, please sign in the space provided on each respective page.

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We thank you for your continued support and outstanding assistance, and look forward to working with everyone at the City of Lodi during this next contract year.

Best regards,

Mara Rigel Manager

Customer Service

MR/mcc

cc. Paul Weiss, Manager - Sacramento

LIABILITY CLAIMS ADMINISTRATION

Current Fee Schedule:

Liability claims between July 1, 1987 and June 30, 1988.

\$11,744 for the first 45 claims

Claims in excess of 45, are billed at the rate of \$260.00 each

Proposed Fee Schedule:

Liability claims incurred between July 1, 1988 and June 30, 1989.

\$13,140 for the first 45 claims

Claims in excess of 45 will be billed at the rate of \$292.00 each

Thomas A. Peterson City Manager

The City of Lodi

Alice M. Reimche

City Clerk

July 20, 1988

Date